

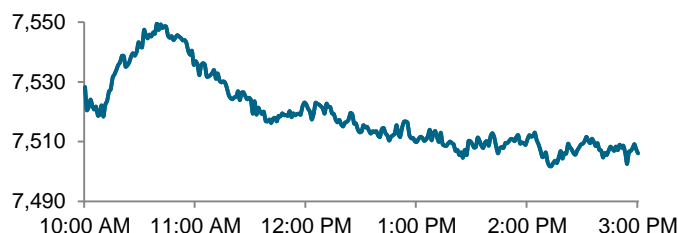
DAILY MARKETS OVERVIEW

السعودي الفرنسي كابيتال
Saudi Fransi Capital
تميز في الخدمة، تفوق في الأداء



FEBRUARY 21, 2018

TASI Intraday



Source: Reuters

Saudi Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
Saudi (TASI)	7,506	-0.3	-0.1	3.9	16.7
Saudi (NOMU)	3,043	-0.4	-1.6	-3.1	NA
Energy	4,585	0.0	1.2	7.1	14.4
Materials	5,195	-0.2	-0.2	2.8	21.8
Capital Goods	4,200	0.1	-0.3	-3.2	15.2
Com. & Prof. Svc	4,375	-0.8	-0.3	4.0	17.6
Transportation	4,014	-0.9	-0.5	0.1	15.1
Cons. Durables & Apparel	3,841	-0.3	-0.6	-7.2	NA
Consumer Services	3,778	0.3	0.6	2.5	14.3
Media	9,444	-0.2	-3.7	22.1	NA
Retailing	6,162	-0.6	-0.2	9.4	19.3
Food & Staples Retailing	6,366	0.6	4.6	13.5	22.9
Food & Beverages	4,686	0.0	0.2	-4.3	25.6
Health Care Equipment	4,904	-0.3	0.6	10.4	23.0
Pharma, Biotech & Life Science	3,859	0.2	-0.2	-2.8	9.6
Banks	6,052	-0.3	0.3	10.0	11.9
Diversified Financials	3,978	-0.1	-1.2	-1.3	NA
Insurance	4,404	0.1	-3.0	-6.8	14.9
Telecommunication	4,560	0.4	1.4	7.2	16.2
Utilities	4,488	0.6	2.4	-1.6	8.8
REITs	4,346	0.1	-0.5	-6.2	NA
Real Estate	4,221	-1.3	-2.1	-10.1	39.9

Sources: Bloomberg, Reuters, Tadawul

Top 5 Gainers

Company	Last Close	% Change	Value (SAR mn)
Saudi Industrial Export Co.	244.76	10.0%	81.1
National Agriculture Marketing Co.	31.60	5.8%	67.0
Aldrees Petroleum & Transport Services Co.	25.55	3.2%	12.3
Arabia Insurance Cooperative Co.	17.89	3.2%	15.3
Arriyadh Development Co.	19.83	2.7%	8.5

Source: Tadawul

Latest Earnings

Company	Date	Period	Q NI (SAR mn)	Y/Y %	Q EPS (SAR)	Vs. Consensus
Saudi British Bank	20-Feb	4Q17	706.0	16.3	0.47	MISS
The Saudi Investment Bank	20-Feb	4Q17	351.9	16.5	0.47	BEAT
Batic Investments and Logistics Co	20-Feb	4Q17	12.4	NM	0.52	NA
Arabian Cement Co.	19-Feb	4Q17	97.0	276.0	0.97	BEAT
Saudi Cable Co.	19-Feb	4Q17	39.4	NM	0.97	NA

Source: Tadawul

NOTES: (1) Prices as of last trade. Updated as of February 21, 2018
(2) WTD: Week to Date and YTD: Year to Date

Saudi Market Update

- The TASI closed 0.3% lower at 7,506 while NOMU ended 0.4% lower at 3,043 on Tuesday. TASI traded value totaled SAR 2.8bn and averaged SAR 3.6bn over the last 30 days. The five most active stocks (by value) in TASI accounted for 42% of the daily traded value.
- Banks and Materials ended 0.3% and 0.2% lower, respectively. Telecom closed 0.4% higher. Food & Staples Retailing and Utilities (both up 0.6%) were the best performers. Among stocks, Saudi Industrial Export Co. (4140/SIECO AB), National Agriculture Marketing Co. (4160/THIMAR AB), and Aldrees Petroleum & Transport Services Co. (4200/ALDREES AB) led gainers.
- The Ministry of Finance sold SAR 7.22bn (USD 1.93bn) of domestic sukuk in its monthly sale by re-opening an issue originally made last month. It sold SAR 5.37bn (USD 1.43bn) worth of 5-year sukuk, SAR 1.7bn (USD 453mn) worth of 7-year and SAR 0.15bn (USD 40mn) worth of 10-year sukuk. (Source: Zawya)
- According to *Al-Eqtisadiyah*, the Finance Minister stated that the Ministry of Finance, the Saudi Arabian Monetary Authority and the Capital Market Authority are in talks to finalize the issuance of retail sukuk. (Source: Argaam)
- The pilot program for cross-border payments by the Saudi Arabian Monetary Authority and US-based Ripple will be credit-positive for the banking industry, leading to savings of USD 200–400mn (SAR 750mn to SAR 1.5bn) per annum, according to Moody's Investors Service. (Source: Argaam)
- The Saudi Cabinet decided to establish an agency to take charge of employing citizens in the private sector. (Source: Argaam)
- The Governor of Riyadh and Chairman of Arriyadh Development Authority said that the Riyadh Metro project is 68% complete and is progressing according to the plan. (Source: Argaam)
- Saudi Basic Industries Corp. (2010/SABIC AB) secured a USD 3bn (SAR 11bn) bridge loan, as reported by Reuters. The facility was raised to meet the company's ongoing financial requirements. (Source: Zawya)
- Batic Investments and Logistics Co.'s (4110/BATIC AB) BoD recommended a 25% capital hike to SAR 300mn (USD 80mn) from SAR 240mn (USD 64mn) through the issue of one bonus share for every four shares held. (Source: Argaam)
- Saudi Arabian Mining Co.'s (1211/MAADEN AB) subsidiary Maaden Phosphate Company (MPC) successfully completed its SAR 3.5bn (USD 933mn) sukuk offering. (Source: Argaam)

Top 5 Losers

Company	Last Close	% Change	Value (SAR mn)
Saudi Company for Hardware	118.47	-2.9%	4.9
Batic Investments and Logistics Co.	61.22	-2.7%	13.6
Saudi Arabia Fertilizers Co.	65.13	-2.3%	8.5
The Saudi British Bank	29.17	-2.1%	5.3
Jabal Omar Development Co.	54.60	-2.1%	17.8

Most Active Stocks by Value (SAR mn)

Company	Last Close	% Change	Value (SAR mn)
Saudi Basic Industries Corp.	105.29	0.2%	318
Alinma Bank	20.24	0.1%	317
Dar Alarkan Real Estate Development Co.	10.06	0.6%	231
Al Rajhi Bank	75.21	-0.2%	199
Saudi Kayan Petrochemical Co.	12.70	0.1%	120

Source: Tadawul

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GCC Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
Dubai (DFM)	3,270	-0.8	-1.8	-3.0	11.5
Abu Dhabi (ADX)	4,578	0.0	0.0	4.1	11.5
Kuwait (KSE)	6,681	-0.5	-1.2	4.3	15.1
Qatar (QE)	9,099	-0.1	0.8	6.7	14.2
Oman (MSM)	5,000	-0.1	-0.3	-1.9	12.1
Bahrain (BSE)	1,345	0.9	0.4	1.0	8.5
DJMENA Index	545	-0.2	0.2	3.4	NA

Source: Bloomberg, Reuters

Global Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
US (S&P 500)	2,716	-0.6	-0.6	1.6	22.0
US (NASDAQ 100)	7,234	-0.1	-0.1	4.8	20.8
UK (FTSE 100)	7,247	0.0	-0.7	-5.7	19.7
Germany (DAX)	12,488	0.8	0.3	-3.3	17.8
France (CAC 40)	5,290	0.6	0.2	-0.4	16.7
Russia (MICEX)	2,270	0.7	0.7	7.6	7.8
Japan (Nikkei)	21,925	-1.0	0.9	13.2	16.2
Hong Kong (HSI)	30,874	-0.8	-0.8	3.2	14.1
South Korea (KOSPI)	2,415	-1.1	-0.3	-2.1	10.3
China (SHCOMP)	3,199	0.0	0.0	-3.3	16.3
India (NIFTY)	10,360	-0.2	-0.9	-1.6	22.3
Brazil (IBOV)	85,804	1.2	1.5	12.3	21.0
Turkey (BIST 100)	1,13,433	-2.1	-2.6	-1.6	9.5
Egypt (EGX30)	15,219	0.4	1.7	1.3	10.1
MSCI Emerging Markets	1,195	-0.5	-0.4	3.1	16.4
MSCI World	2,126	-0.5	-0.5	1.1	20.5

Source: Bloomberg, Reuters

Commodities Prices

Index	Last Close	1 Day %	WTD %	YTD %	1 Year %
Brent Crude (\$/bbl)	65.3	-0.6	0.6	-2.4	15.2
Natural Gas (\$/mmbtu)	2.6	0.2	2.3	-10.0	-17.8
Gold (\$/oz)	1,329	-1.3	-1.3	2.0	7.6
Silver (\$/oz)	16.4	-1.3	-1.2	-2.9	-8.5
Platinum (\$/oz)	1,000	-0.7	-0.5	7.5	-0.3
Copper (\$/t)	7,048	-0.4	-2.0	-2.2	16.6
Zinc (\$/t)	3,569	-0.2	-0.8	6.9	24.2
Lead (\$/mt)	2,569	-1.5	-2.7	3.0	12.5
Wheat (\$/bu)	463	-1.9	-1.9	5.1	-10.4
Corn (\$/bu)	374	1.7	-0.3	4.1	-8.2
Sugar (\$/lb)	13.3	0.1	0.1	-11.5	-32.4

Source: Bloomberg

Interest Rate Watch (3M Interbank Offer Rate, %)

Country	Last Close	1 Day Change	YTD Change	Spread*
US	1.89	0.00	0.20	0.00
Saudi Arabia	1.90	0.00	0.00	0.01
UAE	1.86	0.00	0.06	-0.03
Kuwait	1.88	0.00	0.00	-0.02
Qatar	2.70	0.00	0.05	0.81
Bahrain	2.79	0.00	0.06	0.90

Source: Reuters

NOTES: (1) Prices updated as of February 21, 2018 (2) WTD: Week to Date; YTD: Year to Date; NA: Not Applicable, *Spread = US 3M Rate – Country 3M Rate

GCC & Global Markets Update

- US markets ended in red on Tuesday. The S&P 500 ended 0.6% lower while NASDAQ closed 0.1% lower. Dow Jones Industrial declined 1.0%. In Europe, the UK ended flat while Germany and France closed 0.8% and 0.6% higher, respectively.
- Asian markets are trading mixed on Wednesday. China is closed for trading. Japan is down by 0.2% while South Korea is up by 0.2%. Hong Kong is trading 0.9% higher while India is up by 0.1%.
- GCC markets ended mixed on Tuesday. Dubai declined 0.8% while Abu Dhabi ended flat. Kuwait and Qatar ended 0.5% and 0.1% lower, respectively. Oman declined 0.1% while Bahrain ended 0.9% higher.
- The UAE's Energy Minister said that OPEC and non-OPEC oil producers, including Russia, will discuss extending their co-operation for many more years when they meet in June, as they seek to avoid major market shocks. (Source: Reuters)
- Oil stocks in developed OECD member countries steeply declined to 74mn barrels above the five-year average in January from 340mn barrels in the same month last year, as reported by Reuters citing OPEC's Head of Research. (Source: Argam)
- According to UAE's Energy Minister, the stability in the oil market is gradually returning and the market will rebalance in 2018, with the OPEC and non-OPEC alliance working to eliminate the remaining glut in the oil market. (Source: Trade Arabia)
- The Gulf Petrochemicals and Chemicals Association (GPCA) and the Gulf Standardisation Organisation (GSO) signed a Memorandum of Understanding (MoU) to collaborate on developing standards for the chemical and petrochemical industry in the GCC. (Source: Gulfbase)
- The Ministry of Foreign Affairs and International Cooperation, in association with the National Health Insurance Company, launched the "Traveller" program to provide emergency health insurance coverage for UAE nationals abroad. (Source: Zawyia)
- Dubai Wholesale City (DWSC) announced that Jaleel Holdings will construct a cash-and-carry facility with an investment value of AED 100mn (USD 27.2mn) in the fully integrated wholesale hub. (Source: Trade Arabia)
- Abu Dhabi's National Petroleum Construction Company (NPCC) expanded its operations in India by opening an office in Hyderabad. The new office would work with the Abu Dhabi, Mumbai, and La Ciotat engineering offices in executing global projects in the energy sector. (Source: Gulfnews)
- Dubai Islamic Bank (DIB UH) listed its USD 1bn (AED 3.7bn) sukuk on Nasdaq Dubai. It is DIB's sixth sukuk on Nasdaq Dubai, making the bank the largest UAE debt issuer by value on the exchange with a total of USD 5.3bn (AED 19.3bn). (Source: Zawyia)
- Sharjah Oasis Real Estate Company, the developer of the AED 25bn (USD 6.8bn) Sharjah Waterfront City project, announced the launch of the construction of Phase 1, worth AED 3bn (USD 817mn). (Source: Arabian Business)

Coming Up

- US EIA Petroleum status report on weekly change in crude oil inventories for the week ended February 16 (prior 1.8mn barrels) will be announced tomorrow. (Source: Econoday)
- US jobless claims for the week ended February 17 (prior: 230K; consensus: 230K) will be announced tomorrow. (Source: Econoday)
- Change in the UK's GDP for 4Q17 (prior: 0.5% Q/Q, 1.5% Y/Y; consensus: 0.5% Q/Q, 1.5% Y/Y) will be announced tomorrow. (Source: Econoday)

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